

MEMORANDUM

To: EEU Service List

From: Susan M. Hudson, Clerk of the Board

Re: Costs related to Contract Administrator's Forward Capacity Market work

Date: April 8, 2008

On December 14, 2006, the Public Service Board ("Board") issued an order directing the Efficiency Vermont contractor to participate in the ISO-New England Forward Capacity Market on behalf of Vermont ratepayers. In the December 14 Order the Board stated that the administrative costs of Efficiency Vermont, the City of Burlington Electric Department, and the Department of Public Service related to participating in the Forward Capacity Market would be paid out of funds received from that market.

Since the December 14 Order was issued, the Board has asked the Energy Efficiency Utility Contract Administrator to track the amount of time that he has worked on Forward Capacity Market issues. From January 2007 to January 2008, the Contract Administrator's costs associated with the Forward Capacity Market were \$25,234. The Board is considering whether these costs should also be paid through funds received from the Forward Capacity Market. Any comments regarding this issue should be filed with the Board by April 18, 2008.